

MINUTES OF THE
JOINT CAPITAL FACILITIES & GOVERNMENT OPERATIONS
APPROPRIATIONS SUBCOMMITTEE MEETING
THURSDAY, FEBRUARY 5, 2009, 2:00 9.M.
Room 250 House Building, State Capitol Complex

Members Present: Sen. Wayne L. Niederhauser, Co-Chair
Rep. Stephen D. Clark, Co-Chair
Sen. Curtis S. Bramble
Rep. Fred R. Hunsaker
Rep. Laura Black
Rep. Gage Froerer
Rep. Brad L. Dee
Rep. Janice M. Fisher
Rep. Craig A. Frank

Members Excused: Sen. Brent H. Goodfellow

Members Absent: Rep. Stephen E. Sandstrom

Staff Present: Steve Allred, Fiscal Analyst
Richard Amon, Fiscal Analyst
Allison Volk, Committee Secretary

Public Speakers Present: Richard Maughn, Campus President, Brigerland ATC
Wes Curtis, Vice President, Southern Utah University
Rep Winn, Snow College
Kirk Wright, Superintendent, Juab School District
Frank Loadsco, Vice President, Dixie College
Kent Beers, Director, DAS Purchasing,
Gregg Buxton, Director DFCM, DAS
Kurt Baxter, DFCM, DAS
John Reidhead, Finance Director, DAS
Margaret Chambers, Fleet Management, DAS
Kim Hood, Director, DAS
Jake Jacobsen, DFCM, DAS
Roger Livingston, Risk Manager, State of Utah

A list of visitors and a copy of handouts are filed with the Subcommittee minutes.

Co-Chair Niederhauser called the meeting to order at 2:25 pm.

1. Subcommittee Priorities in H.B. 3

Rich Amon detailed the brief titled Subcommittee Priorities in House Bill 3.

2. Land Banking

Richard Maughn, Campus President, Brigerland ATC, reviewed a handout for Brigerland ATC FY10 land bank request. The amount requested from the legislature for the properties is \$8,175,000.

Rep. Hunsaker asked Mr. Maughn to explain the growth issue around the campus.

Mr. Maughn stated that growth in the area is dramatic and Brigerland ATC is worried that they will lose access to the property if they do not acquire the land soon.

Rep. Clark asked if Brigerland ATC may become landlocked if they don't purchase the land soon?

Mr. Maughn stated that they would become landlocked if they did not act quickly.

Wes Curtis, Vice President, Southern Utah University, requested forty two acres over twenty years.

Rep. Clark asked for a specific time table on purchasing properties.

Rep Winn, Snow College, explained the need for land banking at Snow College.

Kirk Wright, Superintendent, Juab School District, described the benefits of land banking in his district.

Frank Loadco, Vice President, Dixie College, requested \$8,310,560 for land banking.

3. Capital Improvement Budget

Gregg Buxton, Director DFCM, DAS, introduced Kurt Baxter.

Kurt Baxter, DFCM, DAS, presented a PowerPoint Presentation that explained the purpose and needs of Capitol Improvement and Capitol Maintenance.

Kent Beers, Director, DAS Purchasing, presented an updated O & M Index Proposal that is based on the CPI Index.

Rep. Clark, asked if there could be an O & M surcharge on new buildings to make up for the cost of O & M on older buildings.

Mr. Beers, stated that a surcharge on new buildings is a viable option.

4. Debt Service

Mr. Amon reviewed the Debt Service Brief which detailed Utah's bonding. The FY10 base budget for debt service is \$236,809,200. The analyst recommends an increase in highway funds to pay for new debt service on the bonds.

5. Administrative Services Internal Service Fund (ISF)

Mr. Amon detailed the Department of Administrative Services (DAS) Internal Service Fund Briefs. He reviewed several areas of DAS including Purchasing and General Service, Fleet Operations, Facilities and Maintenance and Risk Management along with the legislative recommendations for each area.

John Reidhead, Finance Director, DAS, stated that the department concurs with the Analyst's recommendations.

MOTION: Rep Clark moved to adopt the Analyst's FY10 recommendations for Debt Service.

The motion passed unanimously with Reps. Froerer, Dee and Fisher absent during the time of the vote.

MOTION: Rep Clark moved to adopt the Analyst's FY10 recommendations for DAS General Services.

The motion passed unanimously with Reps. Froerer, Dee and Fisher absent during the time of the vote.

Margaret Chambers, Fleet Management, DAS, discussed fleet management and alternative fuel vehicles.

Rep. Hunsaker, asked what federal requirements are there to maintain fleet alternative fuel

vehicles?

Kim Hood, Director, DAS, stated that 70% of replacement vehicles need to have alternative fuel in metropolitan areas.

Ms. Hood stated that she agreed with the Analyst's recommendations for Fleet Management and suggested that a sixth recommendation be adopted by the committee - an addition of capital outlay authority to purchase hybrid vehicles and upgrade CNG fuel sites.

Jake Jacobsen, DFCM, DAS, stated that the Division of Construction, Facilities and Maintenance agreed with the Analyst's recommendations.

Roger Livingston, Risk Manager, State of Utah, stated that Risk Management agreed with the Analyst's recommendations.

MOTION: Sen. Bramble moved to approve the minutes of the January 28th, 2009 meeting.

The motion passed unanimously with Reps. Froerer, Dee and Fisher absent during the time of the vote.

MOTION: Rep. Frank moved to accept the Analyst's recommendations, along with intent language, for Risk Management.

The motion passed unanimously with Reps. Froerer, Dee and Fisher absent during the time of the vote.

MOTION: Rep. Black motioned to accept the Analyst's recommendations, along with intent language, for Fleet Operations.

The motion passed unanimously with Reps. Froerer, Dee and Fisher absent during the time of the vote.

The meeting was adjourned at 5:20 p.m. by Co-Chair Neiderhauser.

The minutes were reported by Allison Volk, Secretary.